GRANT AGREEMENT for an ACTION
TEMPUS PROGRAMME

INDIVIDUAL MOBILITY GRANT
IMG-XX XXXX-2005

A.1. The action:

A.2. Beneficiary's name and address:

A.3. Maximum grant amount: €

A.4. Cost of action: €


We, the undersigned, declare that we have read and accepted the terms and conditions of this grant agreement as described hereafter, including Annexes I to IV.

SIGNATURES

The beneficiary
[surname / forename / function]

For the Commission
Mr. Augusto González
Head of Unit

Done at Brussels

In triplicate, in English
The European Community, hereinafter called “the Community”, represented by the European Commission, hereinafter called “the Commission”, which for the purposes of signature of this agreement is represented by Mr. Augusto González of the one part, and

The “beneficiary”, as defined in Point A.2, of the second part, hereafter referred to as “the parties to the agreement”

Having regard to Council Decision (1999/311/EC) of 29 April 1999 adopting the third phase of the trans-European co-operation scheme for higher education (Tempus III) (2000-2006), in particular to its article 7.1.

HAVE AGREED

the Special Conditions and General Conditions below, and the following Annexes:

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The terms set out in the Special Conditions shall take precedence over those in the other parts of the agreement.

The terms of the General Conditions shall take precedence over those in the Annexes.

The Technical implementation report and financial statement forms will be available on line (http://europa.eu.int/comm/education/programmes/tempus/index_en.html).
I – SPECIAL CONDITIONS

ARTICLE I.1 - PURPOSE

I.1.1 The purpose of the present agreement is to establish the obligations of the parties with a view to carrying out the action set out in Point A.1. (“the action”) with the support of a grant from the Community budget.

I.1.2 The beneficiary undertakes to do everything in his power to carry out the action as described in Annex I, acting on his own responsibility.

I.1.3 Within the framework of the implementation of the present agreement, the Commission shall be assisted by the European Training Foundation for technical and administrative aspects. The beneficiary undertakes to provide the European Training Foundation with relevant information for the proper execution of the administrative and technical tasks that may be entrusted to it by the Commission within the framework of the implementation of the present convention.

ARTICLE I.2 – DURATION

I.2.1 The present agreement shall enter into force on 15 August 2005 and requires the signature of both parties to the agreement.

I.2.2 The action and the period of the eligibility of costs are of the duration indicated in Point A.5.

ARTICLE I.3 – BENEFICIARIES OF THE GRANT

I.3.1 The grant can only be used for or by the individual mentioned in point A.2.

ARTICLE I.4 – FINANCING THE ACTION

I.4.1 The total cost of the action is estimated in Euro and indicated at Point A.4, as shown in the description and estimated budget of the action in Annex I. The estimated budget shall give a detailed breakdown of the costs that are eligible for Community funding under the terms of Article II.14, and of all receipts, so that receipts and costs balance.

I.4.2 The total eligible costs of the action for which the Community grant is awarded correspond to the total cost of the action, as shown in the description and estimated budget of the action in Annex I.

I.4.3 The Commission shall contribute a maximum amount indicated at Point A.3., equivalent to 100% of the estimated total eligible costs. The final amount of the grant shall be determined as specified in Article II.17, without prejudice to Article II.19.
I.4.4 By way of derogation from Article II.13, the beneficiary may, when carrying out the action, adjust the estimated budget by transfers between headings of eligible costs, providing that this adjustment of expenditure does not affect the implementation of the action and the transfer between headings does not exceed € 100. Above this limit of € 100, a reasoned prior written request for authorisation must be approved by the Commission.

ARTICLE I.5 – PAYMENT ARRANGEMENTS

I.5.1 Pre-financing:

Within 45 days of the date when the last of the two parties signs the agreement, a pre-financing payment, representing 80% of the amount specified at Point A.3. shall be made to the beneficiary.

I.5.2 Payment of the balance:

The request for payment of the balance (Annex IV/3) shall be accompanied by the Technical implementation report and financial statement specified in Article II.15.4 and by:

- the supporting documents for the travel costs declared in the financial statement (see supporting documents in Annex IV);
- the supporting documents for the costs of stay declared in the financial statement (see supporting documents in Annex IV).

The Commission shall have 45 days to approve or reject the documents in question or to request additional supporting documents or information under the procedure laid down in Article II.15.4. In that case the beneficiary shall have 15 days to submit the additional information or new documents requested.

A payment representing no more than the balance of the grant determined in accordance with Article II.17 shall be made to the beneficiary within 15 days following approval by the Commission of the documents accompanying the request for payment of the balance.

ARTICLE I.6 – SUBMISSION OF REPORT AND OTHER DOCUMENTS

The provisions relating to the submission of the Technical implementation report consisting of a mission description and a financial statement with the requested original supporting documents referred to in Article I.5 are contained in Annex II.

The Technical implementation report consisting of a mission description and a financial statement with the requested original supporting documents referred to in Article I.5 must be submitted in the language of the grant agreement within one month after the end of the eligibility period in accordance with the instructions provided in the IMG on-line Report form, which is available on the Tempus Website at http://europa.eu.int/comm/education/programmes/tempus/index_en.html.
ARTICLE I.7 – BANK ACCOUNT

Payments shall be made to the beneficiary’s bank account or sub-account, as indicated in Annex III.

This account or sub-account must make it possible to identify funds paid by the Commission. If the funds paid to this account yield interest or equivalent benefits under the law of the State on whose territory the account is opened, such interest or benefits shall, if they are generated by pre-financing payments, be recovered by the Commission as specified in Article II.16.4.

Change of the project bank account should be notified in writing using the form for Financial Identification (Annex III, Third Party Fiche), signed by the beneficiary and the banking services.

ARTICLE I.8 – GENERAL ADMINISTRATIVE PROVISIONS

Any communication in connection with this agreement shall be in writing, indicating the number of the agreement, and shall be sent to the following addresses:

For the Commission:

    Mr. Augusto González
    Head of Unit
    Tempus – Erasmus Mundus
    Office B--7, 6/68
    Directorate-General Education and Culture
    European Commission
    B-1049 Brussels (Belgium)

For the beneficiary:

    As indicated at Point A.2.

ARTICLE I.9 – LAW APPLICABLE AND COMPETENT COURT

This agreement is governed by Belgian law.

Any dispute between the parties arising from the interpretation or application of the provisions of the agreement which cannot be settled amicably shall be brought before the Court of Justice of the European Communities.

ARTICLE I.10 - OTHER SPECIAL CONDITIONS

None
II—GENERAL CONDITIONS

PART A: LEGAL AND ADMINISTRATIVE PROVISIONS

ARTICLE II.1 – LIABILITY

II.1.1 The beneficiary shall have sole responsibility for complying with any legal obligations incumbent on him.

II.1.2 The Commission shall not, in any circumstances or on any grounds, be held liable in the event of a claim under the agreement relating to any damage caused during the action’s execution. Consequently, the Commission will not entertain any request for indemnity or reimbursement accompanying any such claim.

II.1.3 Except in cases of force majeure, the beneficiary shall make good any damage sustained by the Commission as a result of the execution or faulty execution of the action.

II.1.4 The beneficiary shall bear sole liability vis-à-vis third parties, including for damage of any kind sustained by them while the action is being carried out.

ARTICLE II.2 – CONFLICT OF INTERESTS

The beneficiary shall take every necessary precaution to avoid any risk of a conflict of interests and shall inform the Commission without delay of any situation constituting or likely to lead to a conflict of interests. A conflict of interests may arise in particular from economic interests, political or national affinities, family or emotional ties, or any other common interests that are liable to influence the impartial and objective performance of the agreement.

The Commission reserves the right to check that the measures taken are appropriate and may demand additional measures if necessary.

ARTICLE II.3 – OWNERSHIP/USE OF THE RESULTS

II.3.1 Unless stipulated otherwise in this agreement, ownership of the results of the action, including industrial and intellectual property rights, and of the reports and other documents relating to it shall be vested in the beneficiary.

II.3.2 Without prejudice to paragraph 1, the beneficiary grants the Commission the right to make free use of the results of the action as it deems fit, provided it does not thereby breach its confidentiality obligations or existing industrial and intellectual property rights.
ARTICLE II.4 – CONFIDENTIALITY

The Commission and the beneficiary undertake to preserve the confidentiality of any document, information or other material directly related to the subject of the agreement that is duly classed as confidential, if disclosure could cause prejudice to the other party. The parties shall remain bound by this obligation beyond the closing date of the action.

ARTICLE II.5 – PUBLICITY

II.5.1 Unless the Commission requests otherwise, any communication or publication by the beneficiary about the action, including at a conference or seminar, shall indicate that the action has received funding from the Community.

Any communication or publication by the beneficiary, in any form and medium, shall indicate that sole responsibility lies with the author and that the Commission is not responsible for any use that may be made of the information contained therein.

II.5.2 The beneficiary authorises the Commission to publish the following information in any form and medium, including via the Internet:

- the beneficiary’s name and the address,
- the subject and purpose of the grant,
- the amount granted and the proportion of the action’s total cost covered by the funding.

Upon a reasoned and duly substantiated request by the beneficiary, the Commission may agree to forgo such publicity if disclosure of the information indicated above would risk compromising the beneficiary’s security or prejudicing his commercial interests.

ARTICLE II.6 – EVALUATION

Whenever the Commission carries out an interim or final evaluation of the action’s impact measured against the objectives of the Community programme concerned, the beneficiary undertakes to make available to the Commission and/or persons authorised by it all such documents or information as will allow the evaluation to be successfully completed and to give them the rights of access specified in Article II.19.

ARTICLE II.7 – SUSPENSION

II.7.1 The beneficiary may suspend implementation of the action if circumstances make this impossible or excessively difficult, notably in the event of force majeure. He shall inform the Commission without delay, giving all the necessary reasons and details and the foreseeable date of resumption.
II.7.2 If the Commission does not terminate the agreement under Article II.11.2, the beneficiary shall resume implementation once circumstances allow and shall inform the Commission accordingly. The duration of the action shall be extended by a period equivalent to the length of the suspension. In accordance with Article II.13, a supplementary written agreement shall be concluded to extend the duration of the action and to make any amendments that may be necessary to adapt the action to the new implementing conditions.

ARTICLE II.8 – FORCE MAJEURE

II.8.1 *Force majeure* shall mean any unforeseeable exceptional situation or event beyond the parties’ control which prevents either of them from fulfilling any of their obligations under this agreement, was not attributable to error or negligence on their part, and proves insurmountable in spite of all due diligence. Defects in equipment or material or delays in making them available (unless due to *force majeure*), labour disputes, strikes or financial difficulties cannot be invoked as *force majeure* by the defaulting party.

II.8.2 A party faced with *force majeure* shall inform the other party without delay by registered letter with advice of delivery or equivalent, stating the nature, probable duration and foreseeable effects.

II.8.3 Neither of the parties shall be held in breach of their obligations under the agreement if they are prevented from fulfilling them by *force majeure*. The parties shall make every effort to minimise any damage due to *force majeure*.

II.8.4 The action may be suspended in accordance with Article II.7.

ARTICLE II.9 – AWARD OF CONTRACTS

II.9.1 If the beneficiary has to conclude contracts in order to carry out the action and they constitute costs of the action under an item of eligible direct costs in the estimated budget, he shall seek competitive tenders from potential contractors and award the contract to the bid offering best value for money; in doing so he shall observe the principles of transparency and equal treatment of potential contractors and shall take care to avoid any conflict of interests.

II.9.2 Contracts as referred to in paragraph 1 may be awarded only in the following cases:

(a) they may only cover the execution of a limited part of the action;

(b) recourse to the award of contracts must be justified having regard to the nature of the action and what is necessary for its implementation;
(c) the beneficiary shall retain sole responsibility for carrying out the action and for compliance with the provisions of the agreement. The beneficiary must undertake to make the necessary arrangements to ensure that the winner of the contract waives all rights in respect of the Commission under the agreement;

(d) the beneficiary must undertake to ensure that the conditions applicable to him under Articles II.1, II.2, II.3, II.4, II.5, II.6, II.10 and II.19 of the agreement are also applicable to the winner of the contract.

ARTICLE II.10 – ASSIGNMENT

The agreement and payments flowing from it may not be transferred to another body or assigned to a third party, in full or in part, without the prior written agreement of the Commission.

ARTICLE II.11 – TERMINATION

II.11.1 Termination by the beneficiary

In duly justified cases, the beneficiary may terminate the agreement at any time by giving 60 days’ written notice stating the reasons, without being required to furnish any indemnity on this account. If no reasons are given or if the Commission does not accept the reasons, the beneficiary shall be deemed to have terminated this agreement improperly, with the consequences set out in the third subparagraph of paragraph 4.

II.11.2 Termination by the Commission

The Commission may terminate the agreement, without any indemnity on its part, in the following circumstances:

(a) in the event of a legal, financial, technical or organisational change in the beneficiary’s situation that is liable to affect the agreement substantially or to call into question the decision to award the grant;

(b) if the beneficiary fails to fulfil a substantial obligation incumbent on him under the terms of the agreement, including its annexes;

(c) in the event of force majeure, notified in accordance with Article II.8;

(d) if the beneficiary is declared bankrupt, being wound up or is the subject of any other similar proceedings;

(e) if the beneficiary is found guilty of an offence involving his professional conduct by a judgment having the force of res judicata or if he is guilty of grave professional misconduct proven by any justified means;
(f) if the beneficiary is guilty of misrepresentation or submits reports inconsistent with reality to obtain the grant provided for in the agreement;

(g) if the beneficiary has intentionally or by negligence committed an irregularity in performing the agreement or any other contract concluded with an institution, organ or other body of the European Communities and, more generally, in the event of fraud, corruption or any other illegal activity on the part of the beneficiary to the detriment of the Communities' financial interests.

II.11.3 Termination procedure

The termination procedure is initiated by registered letter with advice of delivery or equivalent.

In the cases referred to in points (a), (b) and (d) of paragraph 2, the beneficiary shall have 30 days to submit his observations and take any measures necessary to ensure continued fulfilment of his obligations under the agreement. If the Commission fails to confirm acceptance of these observations by giving written approval within 30 days of receiving them, the termination procedure shall continue to run.

Where notice is given, termination shall take effect at the end of the period of notice, which shall start to run from the date when the letter of termination is received.

If notice is not given in the cases referred to in points (c), (e), (f) and (g) of paragraph 2, termination shall take effect from the day following the date when the letter of termination is received.

II.11.4 Effects of termination

In the event of termination, payments by the Commission shall be limited to the eligible costs actually incurred by the beneficiary up to the date when termination takes effect. Costs relating to current commitments that are not due to be executed until after termination shall not be taken into account.

The beneficiary shall have 60 days from the date when termination takes effect, as notified by the Commission, to produce a request for final payment in accordance with Article II.15.4. If no request is made within this time limit, the Commission shall not reimburse the expenditure incurred by the beneficiary up to the date of termination. The Commission shall recover any amount if its use is not substantiated by the technical implementation reports and financial statements approved by the Commission.

By way of exception, in the event of improper termination by the beneficiary or termination by the Commission on the grounds set out in points (e), (f) or (g) of paragraph 2, the Commission may require the partial or total repayment of sums already paid under the agreement on the basis of technical implementation reports and financial statements approved by the Commission, in proportion to the gravity of the failings in question and after allowing the beneficiary to submit his observations.
ARTICLE II.12 – FINANCIAL PENALTIES

By virtue of the Financial Regulation applicable to the general budget of the European Communities, any beneficiary declared to be in grave breach of his contractual obligations shall be liable to financial penalties of between 2% and 10% of the value of the grant in question. This rate may be increased to between 4% and 20% in the event of a repeated breach in the five years following the first.

ARTICLE II.13 - SUPPLEMENTARY AGREEMENTS

II.13.1 Any amendment to the agreement must be the subject of a written supplementary agreement concluded between the parties. No verbal agreement may bind the parties to this effect.

II.13.2 The supplementary agreement may not have as its purpose or effect to modify substantially the content of the agreement.

II.13.3 If the request for amendment is made by the beneficiary, he must send it to the Commission in good time before it is due to take effect and at all events two months before the closing date of the action, except in cases duly substantiated by the beneficiary and accepted by the Commission.
PART B - FINANCIAL PROVISIONS

ARTICLE II.14 – ELIGIBLE COSTS

II.14.1 To be considered as eligible costs of the action, costs must satisfy the following general criteria:

- they must be directly connected with the subject of the agreement and they must be provided for in the estimated budget annexed to it;
- they must be necessary for performance of the action covered by the agreement;
- they must be reasonable and justified and they must accord with the principles of sound financial management, in particular in terms of value for money and cost-effectiveness;
- they must be generated during the lifetime of the action as specified in Article I.2.2 of the agreement;
- they must be actually incurred by the beneficiary and recorded in his accounts or tax documents and they must be identifiable and verifiable.

II.14.2 In particular, the following costs are eligible:

- **travel costs** for the individual taking part in the action, provided that they do respect the criteria defined in Annex IV of the present agreement;
- **costs of stay** (including accommodation, meals, medical insurance, social security, visa and other daily living costs related to the action), determined by the duration of the action and as defined in Annex IV of the present agreement;

II.14.3 The following costs shall not be considered eligible:

- return on capital;
- debt and debt service charges;
- provisions for losses or potential future liabilities;
- other interest owed;
- doubtful debts;
- exchange losses;
- VAT, unless exceptions authorised by the Commission;
- costs declared by the beneficiary in connection with another action or work programme receiving a Community grant;
- excessive or reckless expenditure;
- registration fees for courses, seminars, symposia, conferences, congresses.
II.14.4 Contributions in kind shall not count as actual expenditure by the beneficiary and shall not constitute eligible costs. However, if they are provided for and set out in Annex I and/or in the estimated budget in order to contribute to the proper implementation of the action, the beneficiary undertakes to obtain them as provided for in the agreement.

ARTICLE II.15 – REQUESTS FOR PAYMENT

Payments shall be made in accordance with Article I.5 of the Special Conditions.

II.15.1 Pre-financing

Where required by the provisions of Article I.5 on pre-financing, the beneficiary shall furnish a financial guarantee from a bank or an approved financial institution established in one of the Member States of the European Union. The financial guarantee shall remain in force until final payments by the Commission match the proportion of the total grant accounted for by pre-financing. The Commission undertakes to release the guarantee within 30 days following that date.

II.15.2 Further pre-financing payments

Where pre-financing is divided into several instalments, the beneficiary may request a further pre-financing payment once he has used up the percentage of the previous payment specified in the provisions of Article I.5 on further pre-financing. The request shall be accompanied by the following documents:

- a detailed statement of the eligible costs actually incurred;
- where required by the above-mentioned provisions of Article I.5, a financial guarantee in accordance with paragraph 1 of the present article;
- where required by the above-mentioned provisions of Article I.5, an external audit report on the action’s accounts. The external audit shall be carried out by an independent body or expert officially authorised to carry out audits of accounts;
- any other documents in support of the request for further pre-financing payments that may be required by the special conditions.

The documents accompanying the request for payment shall be drawn up in accordance with the relevant provisions in Article I.6 and the annexes.

II.15.3 Interim payments

By the appropriate deadline indicated in Article I.6, the beneficiary shall submit a request for interim payment accompanied by the following documents:

- an interim report on implementation of the action;
- an interim financial statement of the eligible costs actually incurred, in line with the structure of the estimated budget;
- where required by the provisions of Article I.5 on interim payment, an external audit report on the action’s accounts. This external audit shall be carried out by an independent body or expert officially authorised to carry out audits of accounts. The purpose of the audit is to certify that the financial documents submitted to the Commission by the beneficiary comply with the financial provisions of the
agreement, that the costs declared are the actual costs, and that all receipts have been declared.

The documents accompanying the request for payment shall be drawn up in accordance with the provisions of Article I.6 and the annexes. If an external audit of the action’s accounts is not required, the beneficiary himself shall certify that the financial documents submitted to the Commission comply with the financial provisions of the agreement, that the costs declared are the actual costs, and that all receipts have been declared.

On receipt of these documents, the Commission shall have the period specified in Article I.5 in order to:

- approve the documents;
- ask the beneficiary for supporting documents or any additional information it deems necessary to allow the approval of the documents;
- reject the documents and ask for the submission of new documents.

Failing a written reply from the Commission within the time limit for scrutiny indicated above, the documents shall be deemed to have been approved. Approval of the documents accompanying the request for payment does not imply recognition of their regularity or of the authenticity, completeness and correctness of the declarations and information contained therein.

Requests for additional information or new documents shall be notified to the beneficiary in writing. The beneficiary shall have the period laid down in Article I.5 to submit the information or new documents requested.

If additional documents are requested, the time limit for scrutiny shall be extended by the time it takes to obtain the documents concerned.

Where documents are rejected and new documents requested, the approval procedure described in this article shall apply.

In the event of renewed rejection, the Commission reserves the right to terminate the agreement by invoking Article II.11.2(b).

II.15.4 Payment of the balance

By the appropriate deadline indicated in Article I.6, the beneficiary shall submit a request for payment of the balance (Annex IV/3) accompanied by the following documents:

- a final report on the implementation of the action and an original certificate from the Host institution or event/conference organisation;
- a financial statement of the eligible costs actually incurred, the receipts and expenditure of the action following the structure of the estimated budget;
where required by the provisions of Article I.5 on payment of the balance, an external audit report on the action’s accounts. The external audit shall be carried out by an independent body or expert officially authorised to carry out audits of accounts. The purpose of the audit is to certify that the financial documents submitted to the Commission by the beneficiary comply with the financial provisions of the agreement, that the costs declared are the actual costs, and that all receipts have been declared.

The documents accompanying the request for payment shall be drawn up in accordance with the provisions of Article I.6 and the annexes. If an external audit of the action’s accounts is not required, the beneficiary himself shall certify that the financial documents submitted to the Commission comply with the financial provisions of the agreement, that the costs declared are the actual costs, and that all receipts have been declared.

On receipt of these documents, the Commission shall have the period specified in Article I.5 in order to:

- approve the documents;
- ask the beneficiary for supporting documents or any additional information it deems necessary to allow the approval of the documents;
- reject the documents and ask for the submission of new documents.

Failing a written reply from the Commission within the time limit for scrutiny indicated above, the documents shall be deemed to have been approved. Approval of the documents accompanying the request for payment shall not imply recognition of their regularity or of the authenticity, completeness and correctness of the declarations and information contained therein.

Requests for additional information or new documents shall be notified to the beneficiary in writing. The beneficiary shall have the period laid down in Article I.5 to submit the information or new documents requested.

If additional documents are requested, the time limit for scrutiny shall be extended by the time it takes to obtain the documents concerned.

Where documents are rejected and new documents requested, the approval procedure described in this article shall apply.

In the event of renewed rejection, the Commission reserves the right to terminate the agreement by invoking Article II.11.2(b).

ARTICLE II.16 –GENERAL PROVISIONS ON PAYMENTS

II.16.1 Payments shall be made by the Commission in Euro. Any conversion of actual costs into Euro shall be made at the daily rate published in the Official Journal of the European Union or, failing that, at the monthly accounting rate established by the Commission and published on its website applicable on the day when the payment order is issued by the Commission, unless the Special Conditions of the agreement lay down specific provisions.
Payments by the Commission shall be deemed to be effected on the date when they are debited to the Commission’s account.

II.16.2 The Commission may suspend the period for payment laid down in Article I.5 at any time by notifying the beneficiary that his request for payment is not admissible, either because it does not comply with the provisions of the agreement, or because it does not accord with the technical implementation reports and financial statements approved by the Commission, or because there is a suspicion that some of the expenses in the request for payment are not eligible and additional checks are being conducted. The payment period shall continue to run from the date when a properly constituted request for payment is registered.

The Commission may also suspend its payments at any time if the beneficiary is found or presumed to have infringed the provisions of the agreement, in particular in the wake of the audits and checks provided for in Article II.19.

The Commission shall inform the beneficiary of any such suspension by registered letter with advice of delivery or equivalent.

Suspension shall take effect on the date when notice is sent by the Commission.

II.16.3 On expiry of the period for payment specified in Article I.5, and without prejudice to paragraph 2 of this Article, the beneficiary may, within two months following the date of receipt of a late payment, request payment of interest on the late payment at the rate applied by the European Central Bank for its main refinancing operations in euros, plus three and a half points; the reference rate to which the increase applies shall be the rate in force on the first day of the month of the final date for payment, as published in the C series of the Official Journal of the European Union. This provision shall not apply to public authorities of the Member States of the European Union.

Interest on late payment shall cover the period from the final date for payment, exclusive, up to the date of payment as defined in paragraph 1, inclusive. The interest shall not be treated as a receipt for the action for the purposes of determining the final grant within the meaning of Article II.17.4. The suspension of payment by the Commission may not be considered as late payment.

II.16.4 The beneficiary shall inform the Commission of the amount of any interest or equivalent benefits yielded by the pre-financing it has received from the Commission. Notification must be made annually if the interest in question represents a significant amount, and in any event when the request for interim payment and the request for payment of the balance of the grant is made. The interest shall not be treated as a receipt for the action within the meaning of Article II.17.4. The Commission shall issue a recovery order in respect of it in accordance with Article II.18.
II.16.5 The Financial Regulation applicable to the general budget of the European Communities requires a final date for implementation to be set for any legal commitment contracted with third parties involving a budget commitment and the payment of Community funds. For each such legal commitment, the implementation and payment phases of the action concerned must be completed by the final date for implementation. The final date for implementation shall be determined taking into account the maximum periods allowed, beyond the closing date of the action provided for in the agreement, for the beneficiary to submit the required technical reports and financial statements, for the Commission to approve them, and for it to make the final payment.

If the date for the end of the action or the periods indicated above are amended by a supplementary agreement, the final date for implementation shall be modified accordingly.

ARTICLE II.17 - DETERMINING THE FINAL GRANT

II.17.1 Without prejudice to Article II.19, the Commission shall adopt the amount of the final payment to be made to the beneficiary on the basis of the documents referred to in Article II.15.4 which it has approved.

II.17.2 The total amount paid to the beneficiary by the Commission may not in any circumstances exceed the maximum amount of the grant laid down in Article I.4.3, even if the total actual costs eligible exceed the estimated total eligible costs specified in Article I.4.2.

II.17.3 If the actual eligible costs when the action ends are lower than the estimated total eligible costs, the Commission’s contribution shall be limited to the amount obtained by applying the Community grant percentage specified in Article I.4.3 to the actual eligible costs approved by the Commission.

II.17.4 The beneficiary hereby agrees that the grant shall be limited to the amount necessary to balance the action’s receipts and expenditure and that it may not in any circumstances produce a profit for him.

Profit shall mean any surplus of all actual receipts attributable to the action, whether duly established or confirmed in the case of other outside funding, or whether determined by applying the principles laid down in paragraphs 2 and 3 to the total actual costs of the action. For the purposes of this article, only actual costs falling within the categories set out in the estimated budget contained in Annex I shall be taken into account; non-eligible costs shall always be covered by non-Community resources.

Any surplus determined in this way shall result in a corresponding reduction in the amount of the grant.

II.17.5 Without prejudice to the right to terminate the agreement under Article II.11, if the action is not implemented or is implemented poorly, partially or late, the Commission may reduce the grant initially provided for in line with the actual implementation of the action on the terms laid down in this agreement.

II.17.6 Any reduction in the amount of the grant to be paid by the Commission shall be effected by:
• reducing the balance of the grant payable when the action ends;
• requesting the beneficiary to repay any amounts overpaid, if the total amount already paid by the Commission exceeds the final amount which it actually owes.

ARTICLE II.18 - RECOVERY

II.18.1 If any amount is unduly paid to the beneficiary or if recovery is justified under the terms of the agreement, the beneficiary undertakes to repay the Commission the sum in question on whatever terms and by whatever date it may specify.

II.18.2 If the beneficiary fails to pay by the date set by the Commission, the sum due shall bear interest at the rate indicated in Article II.16.3. Interest on late payment shall cover the period between the date set for payment, exclusive, and the date when the Commission receives full payment of the amount owed, inclusive.

Any partial payment shall first be entered against charges and interest on late payment and then against the principal.

II.18.3 Sums owed to the Commission may be recovered by offsetting them against any sums owed to the beneficiary, after informing him accordingly, or by calling in the financial guarantee provided in accordance with Article II.15.1. The beneficiary’s prior consent shall not be required.

II.18.4 Bank charges occasioned by the recovery of the sums owed to the Commission shall be borne solely by the beneficiary.

II.18.5 The beneficiary understands that under Article 256 of the Treaty establishing the European Community, the Commission may adopt an enforceable decision formally establishing an amount as receivable from persons other than States.

ARTICLE II.19 – CHECKS AND AUDITS

II.19.1 The beneficiary undertakes to provide any detailed information requested by the Commission, the European Training Foundation or by any other qualified outside body chosen by the Commission for the purposes of checking that the action and the provisions of this agreement are being properly implemented.

II.19.2 The beneficiary shall keep at the Commission’s disposal all original documents, especially accounting and tax records, or, in exceptional and duly justified cases, certified copies of original documents relating to the agreement for a period of five years from the date of payment of the balance specified in Article I.5.

II.19.3 The beneficiary agrees that the Commission may have an audit of the use made of the grant carried out either directly by its own staff or by any other qualified outside body of its choice. Such audits may be carried out throughout the lifetime of the agreement and for a period of five years from the date of payment of the balance. Where appropriate, the audit findings may lead to recovery decisions by the Commission.

II.19.4 The beneficiary undertakes to allow Commission staff and outside personnel authorised by the Commission the appropriate right of access to sites and premises where the action is carried out and to all the information, including information in electronic format, needed in order to conduct such audits.
II.19.5 The European Court of Auditors and the European Anti-Fraud Office (OLAF) shall enjoy the same rights, especially of access, as the Commission for the purposes of checks and audits.
ANNEX I
Description and estimated budget of the action


NUMBER OF THE AGREEMENT: IMG-XX XXXX-2005

BENEFICIARY: name and surname
In accordance with Article 1 of the present Agreement, the Beneficiary shall be provided with a contribution of a total Grant of € XXXX consisting of:
€ YYYY for Travel Costs
€ ZZZZ for Costs of Stay
in support of:

OBJECTIVE:

FOR A PERIOD OF:

TO BE CARRIED OUT AT:
- Host University/ies

SPECIAL CLAUSES:
EUROPEAN COMMISSION
Directorate-General for Education and Culture

ANNEX II

Technical implementation report and financial statement

TEMPUS Individual Mobility Grant

The technical implementation report and financial statement will have to be submitted through the online form which will be available on the Tempus website at:

http://europa.eu.int/comm/education/programmes/tempus/index_en.html
EUROPEAN COMMISSION
Directorate-General for Education and Culture

ANNEX III
Financial Identification
TEMPUS Individual Mobility Grant

NUMBER OF THE AGREEMENT: IMG-XX XXXX-2005

BENEFICIARY: name and surname

[the financial identification sheet (Third Party Fiche) validated in SINCOM will be attached hereafter]
GENERAL CONDITIONS

1. Modifications

Any modification in the duration or nature of the objective with respect to the Annex I must be requested in writing to the Commission before the modification takes place. Any shortening of the duration of the visit entails a reduction in the amount of the grant. If a shortening of the duration has been authorised, the Commission will inform the Beneficiary of the new amount of the grant that can be spent.

2. Supporting documents

2.1. Originals of all supporting documents have to be sent together with the final financial statement in accordance with the Special Conditions of the agreement. The said supporting documents are the only ones that will be taken into consideration.

2.2. Submission of the required supporting documents is an integral part of the agreement obligations and lack of presentation of one or more documents may lead to a request for reimbursement of the corresponding expenses.

2.3. Copies of the supporting documents must be retained by the Beneficiary for a period of 5 years after submitting the technical implementation report and financial statement.
BUDGETARY HEADINGS

Eligible expenses can be divided into two budgetary headings:

- Travel Costs;
- Costs of Stay (including accommodation, meals, medical insurance, social security, visa, local transport and other daily living costs related to the visit).

3. TRAVEL COSTS

3.1 Description: The amount allocated for travel costs is a contribution towards travel to and from one or several eligible Host Institutions.

Travel comprises the travel from the European Union Member State to the Partner country or vice-versa, or from the Partner country to a Candidate Country and travel within a European Union Member State, a Partner Country or a Candidate Country.

3.2 Amount: The amount stated in the Annex I of the present Agreement is the maximum amount allowed.

The following fares have to be applied:
- Plane: reduced fare (APEX) or Economy class fare
- Ferry: reduced fare or Economy class fare
- Train: First-class rail fare
- Car: Equivalent of a first-class train ticket to the same destination (maximum one ticket per car). If two or more Beneficiaries travel together, only one first-class train ticket will be reimbursed.

3.3 Original supporting documents to be sent with the technical implementation report and financial statement

- Travelling other than by car: original travel tickets. In case the price is not indicated on the original travel tickets an invoice from a travel agency or railway stating the price and the class of the ticket has to be enclosed. Plane tickets have to be accompanied by all corresponding boarding passes.
- Travelling by car: A certificate from a travel agency or railway stating the destination and the price of a first class train ticket.

4. COSTS OF STAY

4.1 Description: This part of the grant is a lump sum covering all other eligible costs related to the stay in the host country.

4.2 Amount: The amount mentioned in the Annex I of the present Agreement is the maximum paid within the Grant.

4.3 Original supporting documents to be sent with the technical implementation report and financial statement

A certificate from the Host Institution or event/conference organisation confirming that the visit took place. The certificate must contain the following information:
- Individual Mobility Grant number;
- Name of the Beneficiary;
- Beneficiary’s date of arrival and date of departure.

This document must be typed on official headed paper and signed by the contact person at the host institution or event/conference organisation.
REQUEST FOR PAYMENT

For the attention of:

Mr Augusto González  
Head of Unit  
Tempus – Erasmus Mundus  
Office B--7, 6/68  
Directorate General Education and Culture  
European Commission  
B- 1049 Brussels (Belgium)

In accordance with Articles I.5 and II.15 of the Grant agreement for the project number¹:

IMG: ..................-2005

I hereby request the payment of the²

Balance

I hereby do not request the payment of the²

Balance

Signature of the beneficiary:

¹ Please insert your project number.
² Please tick the appropriate box.